

CASE NAME:
Denton Lone Oak Holdings, L.P.
CASE:
10-0036
JUDGE:

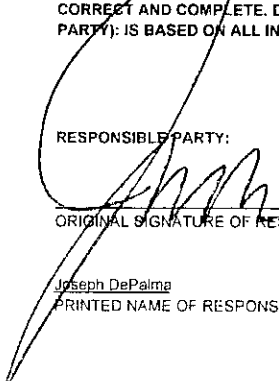
ACCRUAL BASIS

2/13/1995

UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF TEXAS
MONTHLY OPERATING REPORTS
MONTH ENDING: MAY 31, 2010

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (ACCRUAL BASIS 1 THROUGH ACCRUAL BASIS 7) AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT AND COMPLETE. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY): IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

RESPONSIBLE PARTY:


ORIGINAL SIGNATURE OF RESPONSIBLE PARTY


Joseph DePalma

PRINTED NAME OF RESPONSIBLE PARTY

President / CEO
TITLE

7/15/2010
DATE

PREPARER:


ORIGINAL SIGNATURE OF PREPARER

Lon Muggler

PRINTED NAME OF PREPARER

Chief Operating Officer
TITLE

7/15/2010
DATE

CASE NAME:
Denton Lone Oak Holdings, L.P.
CASE:
10-40838

ACCRUAL BASIS-1

2/13/1995

COMPARATIVE BALANCE SHEET		SCHEDULE	MONTH	MONTH	MONTH
ASSETS		AMOUNT	April	May	June
1.	UNRESTRICTED CASH				
2.	RESTRICTED CASH		\$299,388.00	\$399,147.49	\$288,506.33
3.	TOTAL CASH		\$299,388.00	\$399,147.49	\$288,506.33
4.	ACCOUNTS RECEIVABLE, NET		\$136,192.60	\$43,107.05	\$122,486.96
5.	INVENTORY		\$14,271.32	\$12,060.18	\$11,683.42
6.	NOTES RECEIVABLE				
7.	PREPAID EXPENSES		\$11,954.53	\$13,113.14	\$16,468.35
8.	OTHER (ATTACH LIST)		\$1,000.00	\$1,000.00	\$3,573.00
9.	TOTAL CURRENT ASSETS		\$462,806.45	\$468,427.86	\$442,718.06
10.	PROPERTY, PLANT, & EQUIPMENT				
11.	LESS: ACCUMULATED DEPRECIATION/ DEPLETION				
12.	NET PROPERTY, PLANT & EQUIPMENT				
13.	DUE FROM INSIDERS				
14.	OTHER ASSETS - NET OF AMORTIZATION (ATTACH LIST)				
15.	OTHER (ATTACH LIST)				
16.	TOTAL ASSETS		\$462,806.45	\$468,427.86	\$442,718.06

POSTPETITION LIABILITIES						
17.	ACCOUNTS PAYABLE			\$68,015.12	\$61,610.71	\$52,679.56
18.	TAXES PAYABLE			\$43,683.14	\$51.87	\$70.64
19.	NOTES PAYABLE					
20.	PROFESSIONAL FEES			\$16,000.00	\$37,500.00	\$47,500.00
21.	SECURED DEBT					
22.	OTHER (ATTACH LIST)			\$72,648.49	\$124,814.74	\$141,824.17
23.	TOTAL POSTPETITION LIABILITIES			\$199,346.75	\$223,977.32	\$242,074.37
PREPETITION LIABILITIES						
24.	SECURED DEBT	11536936.1				
25.	PRIORITY DEBT	59601.23				
26.	UNSECURED DEBT	285686.99				
27.	OTHER (ATTACH LIST)					
28.	TOTAL PREPETITION LIABILITIES	11882226.32				
29.	TOTAL LIABILITIES			\$199,346.75	\$223,977.32	\$242,074.37
EQUITY						
30.	PREPETITION OWNERS' EQUITY			\$132,110.48	\$132,110.48	\$132,110.48
31.	POSTPETITION CUMULATIVE PROFIT OR (LOSS)			\$131,348.22	\$112,340.06	\$66,533.21
32.	DIRECT CHARGES TO EQUITY (ATTACHMENT EXPLANATION)					
33.	TOTAL EQUITY			\$263,458.70	\$244,450.54	\$200,643.69
34.	TOTAL LIABILITIES & OWNERS' EQUITY			\$462,806.45	\$468,427.86	\$442,718.06
				\$0.00	\$0.00	\$0.00

CASE NAME:
Denich Lane Oak Holdings, L.P.
CASE:
ID-40836

ACCRUAL BASIS-2

2/13/1995

INCOME STATEMENT				
REVENUES	MONTH April	MONTH May	MONTH June	QUARTER total
1. GROSS REVENUES	\$380,063.81	\$231,608.08	\$150,049.66	\$761,721.55
2. LESS: RETURNS & DISCOUNTS	\$0.00	\$0.00	\$0.00	\$0.00
3. NET REVENUE	\$380,063.81	\$231,608.08	\$150,049.66	\$761,721.55
COSTS OF GOODS SOLD				
4. MATERIAL	\$22,128.41	\$14,355.78	\$9,238.78	\$45,722.97
5. DIRECT LABOR	\$70,771.69	\$73,192.11	\$49,620.69	\$193,484.49
6. DIRECT OVERHEAD	\$52,377.23	\$33,494.67	\$36,271.71	\$122,143.61
7. TOTAL COST OF GOODS SOLD	\$145,277.33	\$121,042.66	\$95,031.18	\$361,351.07
8. GROSS PROFIT	\$234,786.48	\$110,565.52	\$55,018.48	\$400,370.48
OPERATING EXPENSES				
9. OFFICER / INSIDER COMPENSATION	\$21,000.00	\$28,500.00	\$16,000.00	\$65,500.00
10. SELLING & MARKETING	\$15,523.12	\$15,587.17	\$12,278.08	\$43,388.37
11. GENERAL & ADMINISTRATIVE	\$41,570.38	\$38,640.20	\$31,579.05	\$111,789.63
12. RENT & LEASE	\$3,982.57	\$4,317.77	\$4,066.16	\$12,366.50
13. OTHER (ATTACH LIST)	\$47,338.77	\$42,529.54	\$34,888.04	\$124,456.35
14. TOTAL OPERATING EXPENSES	\$129,414.84	\$129,574.68	\$98,500.33	\$357,489.85
15. INCOME BEFORE NON-OPERATING INCOME & EXPENSE	\$105,371.64	(\$19,009.16)	(\$43,481.86)	\$42,880.63
OTHER INCOME & EXPENSE				
16. NON-OPERATING INCOME (ATT. LIST)				
17. NON-OPERATING EXPENSE (ATT. LIST)				
18. INTEREST EXPENSE				
19. DEPRECIATION / DEPLETION				
20. AMORTIZATION				
21. OTHER (ATTACH LIST)				
22. NET OTHER INCOME & EXPENSES	\$0.00	\$0.00	\$0.00	\$0.00
REORGANIZATION EXPENSES				
23. PROFESSIONAL FEES				
24. U. S. TRUSTEE FEES	\$325.00		\$325.00	\$650.00
25. OTHER (ATTACH LIST)				
26. TOTAL REORGANIZATION EXPENSES				
27. INCOME TAX				
28. NET PROFIT (LOSS)	\$105,046.64	(\$19,009.16)	(\$43,806.85)	\$42,230.63

CASE NAME:
Denton Lane Oak Holdings, L.P.
CASE:
10-40836

ACCRUAL BASIS-3

2/13/1995

CASH RECEIPTS AND DISBURSEMENTS	MONTH	MONTH	MONTH	QUARTER TOTAL
	April	May	June	
1. CASH - BEGINNING OF MONTH	\$122,679.88	\$299,388.00	\$399,147.49	\$122,579.88
RECEIPTS FROM OPERATIONS				
2. CASH SALES	\$338,181.76	\$266,533.73	\$167,749.24	\$762,464.72
COLLECTIONS OF ACCOUNTS RECEIVABLE				
3. PREPETITION	\$12,925.27	\$223.74	\$1,421.29	\$14,670.30
4. POSTPETITION	\$3,256.21	\$93,481.42	\$10,933.74	\$107,671.37
5. TOTAL OPERATING RECEIPTS	\$354,363.23	\$360,238.89	\$180,104.27	\$884,706.39
NON-OPERATING RECEIPTS				
6. LOANS & ADVANCES (ATTACH LIST)				
7. SALE OF ASSETS				
8. OTHER (ATTACH LIST)	\$91,248.76			\$91,248.76
9. TOTAL NON-OPERATING RECEIPTS	\$91,248.76	\$0.00	\$0.00	\$91,248.76
10. TOTAL RECEIPTS	\$445,611.89	\$360,238.89	\$180,104.27	\$975,955.15
11. TOTAL CASH AVAILABLE	\$668,191.87	\$649,626.89	\$679,251.76	\$1,096,536.03
OPERATING DISBURSEMENTS				
12. NET PAYROLL	\$89,365.84	\$65,900.09	\$62,534.01	\$207,799.94
13. PAYROLL TAXES PAID	\$27,165.78	\$19,478.73	\$14,778.18	\$61,422.69
14. SALES, USE & OTHER TAXES PAID	\$17,983.60	\$38,917.44	\$13,993.18	\$70,894.22
15. SECURED / RENTAL / LEASES	\$5,906.48	\$4,610.42	\$4,270.88	\$14,787.78
16. UTILITIES	\$9,525.05	\$20,897.26	\$31,962.44	\$62,384.75
17. INSURANCE	\$15,679.81	\$9,210.60	\$9,210.60	\$34,101.01
18. INVENTORY PURCHASES	\$27,404.62	\$14,116.01	\$10,394.72	\$51,915.35
19. VEHICLE EXPENSES	\$0.00			\$0.00
20. TRAVEL	\$0.00	\$25.00		\$25.00
21. ENTERTAINMENT	\$90.51	\$126.31	\$62.19	\$279.01
22. REPAIRS & MAINTENANCE	\$8,892.75	\$3,083.65	\$10,633.81	\$22,610.21
23. SUPPLIES	\$18,111.98	\$4,608.03	\$6,291.44	\$29,011.45
24. ADVERTISING	\$2,857.82	\$1,440.91	\$2,998.13	\$7,296.86
25. OTHER (ATTACH LIST)	\$40,670.61	\$66,739.95	\$42,091.90	\$139,502.46
26. TOTAL OPERATING DISBURSEMENTS	\$263,654.85	\$239,154.40	\$199,221.48	\$702,030.73
REORGANIZATION EXPENSES				
27. PROFESSIONAL FEES	\$3,000.00	\$11,000.00	\$6,000.00	\$20,000.00
28. U.S. TRUSTEE FEES		\$325.00	\$325.00	\$650.00
29. OTHER (ATTACH LIST)	\$2,149.02		\$85,198.95	\$87,347.97
30. TOTAL REORGANIZATION EXPENSES	\$5,149.02	\$11,325.00	\$91,523.95	\$107,997.97
31. TOTAL DISBURSEMENTS	\$268,803.87	\$250,479.40	\$290,745.43	\$810,028.70
32. NET CASH FLOW	\$299,388.00	\$399,147.49	\$288,506.33	\$288,506.33
33. CASH - END OF MONTH	\$299,388.00	\$399,147.49	\$288,506.33	\$288,506.33

CASE NAME:
Denton/Lohe Dak Holdings, L.P.
CASE:
10-40838

ACCRUAL BASIS - 4

2/13/1995

ACCOUNTS RECEIVABLE AGING		SCHEDULE AMOUNT	MONTH April	MONTH May	MONTH June
1.	0 - 30		\$103,494.09	\$14,432.10	\$6,895.73
2.	31 - 60		\$3,219.76	\$14,970.59	\$5,266.53
3.	61 - 90		9733.08	\$2,232.13	\$9,941.39
4.	91 +			\$9,733.08	\$10,951.81
5.	TOTAL ACCOUNTS RECEIVABLE		\$116,446.92	\$41,367.90	\$33,045.46
6.	AMOUNT CONSIDERED UNCOLLECTABLE		\$0.00		
7.	ACCOUNTS RECEIVABLE, NET		\$116,446.92	\$41,367.90	\$33,045.46

AGING OF POSTPETITION TAXES AND PAYABLES					MONTH: June
TAXES PAYABLE	0 - 30 DAYS	31 - 60 DAYS	61 - 90 DAYS	91 + DAYS	TOTAL
1. FEDERAL					\$0.00
2. STATE	\$9,464.97				\$9,464.97
3. LOCAL	\$21,182.97				\$21,182.97
4. OTHER (ATTACH LIST)					\$0.00
5. TOTAL TAXES PAYABLE	\$30,647.94				\$30,647.94
6. ACCOUNTS PAYABLE	\$38,819.87				\$38,819.87

STATUS OF POSTPETITION TAXES		MONTH: June			
		BEGINNING TAX LIABILITY	AMOUNT WITHHELD AND OR ACCRUED	AMOUNT PAID	ENDING TAX LIABILITY
FEDERAL					
1.	WITHHOLDING*	\$0.00	\$2,773.89	\$2,773.89	\$0.00
2.	FICA - EMPLOYEE**	\$0.00	\$4,622.38	\$4,622.38	\$0.00
3.	FICA - EMPLOYER**	\$0.00	\$4,622.38	\$4,622.38	\$0.00
4.	UNEMPLOYMENT	\$0.00	\$221.27	\$221.27	\$0.00
5.	INCOME	\$0.00	\$0.00	\$0.00	\$0.00
6.	OTHER (ATTACH LIST)	\$0.00	\$0.00	\$0.00	\$0.00
7.	TOTAL FEDERAL TAXES	\$0.00	\$12,239.92	\$12,239.92	\$0.00
STATE AND LOCAL					
8.	WITHHOLDING	0	\$0.00	\$0.00	\$0.00
9.	SALES	0	\$0.00	\$0.00	\$0.00
10.	EXCISE	0	\$0.00	\$0.00	\$0.00
11.	UNEMPLOYMENT	0	\$2,538.26	\$2,538.26	\$0.00
12.	REAL PROPERTY	0	\$0.00	\$0.00	\$0.00
13.	PERSONAL PROPERTY	0	\$0.00	\$0.00	\$0.00
14.	OTHER (ATTACH LIST)	0	\$0.00	\$0.00	\$0.00
15.	TOTAL STATE & LOCAL	\$0.00	\$2,538.26	\$2,538.26	\$0.00
16.	TOTAL TAXES	\$0.00	\$14,778.18	\$14,778.18	\$0.00

The beginning tax liability should represent the liability from the prior month or, if this is the first operating report, this amount should be zero.

Attach photocopies of IRS Form 6123 or your FTD coupon and payment receipt to verify payment or deposit.

CASE NAME:
Denton Lane Oak Holdings, L.P.
CASE:
10-48838

ACCRUAL BASIS - 5

2/13/1995

The debtor in possession must complete the reconciliation below for each bank account, including all general, payroll and tax accounts, as well as all savings and investment accounts, money market accounts, certificates of deposit, government obligations, etc. Accounts with restricted funds should be identified by placing an asterisk next to the account number. Attach additional sheets if necessary.

BANK RECONCILIATIONS		MONTH: June			
A	BANK	Account #1	Account #2	Account #3	
		Wells Fargo	Wells Fargo	Wells Fargo	
B	ACCOUNT NUMBER	814751445	8147514452	8147514437	TOTAL
C	PURPOSE				
	(TYPE):	Operating	Managers	Beverage	
	BALANCE PER BANK STATEMENT	143267.54	6267.54	\$8,304.10	\$167,839.18
1.	ADD: TOTAL DEPOSITS NOT CREDITED	12288.75			\$12,288.75
2.	SUBTRACT: OUTSTANDING CHECKS	-6825.31	(\$4,643.48)	(\$592.10)	(\$12,060.89)
3.	OTHER RECONCILING ITEMS				\$0.00
4.	MONTH END BALANCE PER ITEMS	\$148,730.98	\$1,624.06	\$7,712.00	\$158,067.04
5.	NUMBER OF LAST CHECK WRITTEN	1737	540	110	
6.					

INVESTMENT ACCOUNTS		Account #1	Account #2	Account #3	
BANK, ACCOUNT NAME & NUME		DATE OF PURCHASE	TYPE OF INSTRUMENT	PURCHASE PRICE	CURRENT VALUE
7.	ACCOUNT NUMBER	5739062728			
8.	PURPOSE	Reserve			
	(TYPE):				
	BALANCE PER BANK STATEMENT	126239.29			
9.	ADD: TOTAL DEPOSITS NOT CREDITED				
10.	TOTAL INVESTMENTS	\$126,239.29			
11.					

CASH					
12.	CURRENCY ON HAND	4200			
13.	TOTAL CASH - END OF MONTH	\$288,606.33			

CASE NAME:
Denton Lane Oak Holdings, L.P.
CASE:
10-90836

ACCRUAL BASIS-6

2/13/1995

MONTH: June

PAYMENTS TO INSIDERS AND PROFESSIONALS

OF THE TOTAL DISBURSEMENTS SHOWN FOR THE MONTH, LIST THE AMOUNT PAID TO INSIDERS (AS DEFINED IN SECTION 101(31) (A)-(F) OF THE U.S. BANKRUPTCY CODE) AND TO PROFESSIONALS. ALSO, FOR PAYMENTS TO INSIDERS, IDENTIFY THE TYPE OF COMPENSATION PAID (e.g. SALARY, BONUS, COMMISSIONS, INSURANCE, HOUSING ALLOWANCE, TRAVEL, CAR ALLOWANCE, ETC.) ATTACH ADDITIONAL SHEETS IF NECESSARY.

INSIDERS			
	NAME	TYPE OF PAYMENT	TOTAL PAID TO DATE
1.			
2.			
3.			
4.			
5.			
6.	TOTAL PAYMENTS TO INSIDERS		

PROFESSIONALS					
	NAME	DATE OF COURT ORDER AUTH. PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE
1.	Michael Massey & Asso		\$5,000	\$5,000	\$5,000
2.	DePalma Hotel Corporation		\$21,000	\$15,000	\$9,000
4.			\$0		
5.			\$0		
6.	TOTAL PAYMENTS TO PROFESSIONALS		\$26,000	\$20,000	\$14,000
					\$6,000

* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

POSTPETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS

	NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENTS DUE	AMOUNTS PAID DURING MONTH	TOTAL UNPAID POST-PETITION
1.	Polar Sales & Leasing	\$509	\$486	\$486
2.	Sterling National Bank Leasing	\$2,171	\$4,124	
3.	Tyghs Vendor Finance Inc.	\$572	\$865	
4.	Alema Leasing	\$796	\$0	
5.				
6.	TOTAL	\$4,048	\$5,475	\$486

CASE NAME:
Denton Lone Oak Holdings, L.P.
CASE:
10-40836

ACCRUAL BASIS-7

2/13/1995

MONTH: June

QUESTIONNAIRE

		YES	NO
1.	HAVE ANY ASSETS BEEN SOLD OR TRANSFERRED OUTSIDE THE NORMAL COURSE OF BUSINESS THIS REPORTING PERIOD?		X
2.	HAVE ANY FUNDS BEEN DISBURSED FROM ANY ACCOUNT OTHER THAN A DEBTOR IN POSSESSION ACCOUNT?		X
3.	ARE ANY POSTPETITION RECEIVABLES (ACCOUNTS, NOTES, OR LOANS) DUE FROM RELATED PARTIES?		X
4.	HAVE ANY PAYMENTS BEEN MADE ON PREPETITION LIABILITIES THIS REPORTING PERIOD?		X
5.	HAVE ANY POSTPETITION LOANS BEEN RECEIVED BY THE DEBTOR FROM ANY PARTY?		X
6.	ARE ANY POSTPETITION PAYROLL TAXES PAST DUE?		X
7.	ARE ANY POSTPETITION STATE OR FEDERAL INCOME TAXES PAST DUE?		X
8.	ARE ANY POSTPETITION REAL ESTATE TAXES PAST DUE?		X
9.	ARE ANY OTHER POSTPETITION TAXES PAST DUE?		X
10.	ARE ANY AMOUNTS OWED TO POSTPETITION CREDITORS DELINQUENT?		X
11.	HAVE ANY PREPETITION TAXES BEEN PAID DURING THE REPORTING PERIOD?		X
12.	ARE ANY WAGE PAYMENTS PAST DUE?		X

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "YES," PROVIDE A DETAILED EXPLANATION OF EACH ITEM. ATTACH ADDITIONAL SHEETS IF NECESSARY.

INSURANCE

		YES	NO
1.	ARE WORKER'S COMPENSATION, GENERAL LIABILITY AND OTHER NECESSARY INSURANCE COVERAGES IN EFFECT?	X	
2.	ARE ALL PREMIUM PAYMENTS PAID CURRENT?	X	
3.	PLEASE ITEMIZE POLICIES BELOW		

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "NO," OR IF ANY POLICIES HAVE BEEN CANCELLED OR NOT RENEWED DURING THIS REPORTING PERIOD, PROVIDE AN EXPLANATION BELOW. ATTACH ADDITIONAL SHEETS IF NECESSARY.

INSTALLMENT PAYMENTS

TYPE OF POLICY	CARRIER	PERIOD COVERED	PAYMENT AMT & FREQUENCY
Workers Comp	Travelers	May 1 - May 31, 2010	2380.42 / Monthly

CASE NAME:

Denton Lone Oak Holdings, L.P.

CASE:

10-40836

ATTACHED LIST TO JUNE 2010 REPORT

Report Name	Item #	Amount	Explanation
Comparative Balance Sheet	22	\$141,824.17	Accrued Salaries, Payroll Taxes, Operating
Income Statement	13	\$12,380.04	Expenses, Utilities, Property Insurance, Franchise Fees
Income Statement	13	\$3,575.00	and Guest Deposits
Income Statement	13	\$18,633.00	Holiday Inn Franchise Fees
Cash Receipts and Disbursements	25	\$10,507.98	Accrual for Property Insurance
Cash Receipts and Disbursements	25	\$1,608.85	Accrual for Real Estate Taxes
Cash Receipts and Disbursements	25	\$340.00	DHC - Management Fees and Reimbursements
Cash Receipts and Disbursements	25	\$338.36	Payroll Check
Cash Receipts and Disbursements	25	\$23,091.64	Hcareers
Cash Receipts and Disbursements	25	\$176.10	M3 - Accounting Software Support
Cash Receipts and Disbursements	25	\$4,487.69	IHG - Franchise Fees
Cash Receipts and Disbursements	25	\$813.04	Wells Fargo - Bank Service Charges
Cash Receipts and Disbursements	25	\$392.75	Wells Fargo - Credit Card Fees
Cash Receipts and Disbursements	25	\$597.37	Payroll Check
Cash Receipts and Disbursements	25	-\$252.09	ADP Fees
Cash Receipts and Disbursements	25	-\$9.79	ADP Fees
Cash Receipts and Disbursements	25	\$42,091.90	Overage
Cash Receipts and Disbursements	25	\$85,198.95	Interest for Reserve Account
Cash Receipts and Disbursements	29		Sent to Lender as Cash Disbursement

Total

\$345,794.96